

## 2010 Budget Workshop

Charlie Pride  
State Board of Accounts  
[cpride@sboa.in.gov](mailto:cpride@sboa.in.gov)  
1-317-232-2521

6/1/2010

1

## Public Works Law and Purchases Less Than \$150,000

- Routine Public Works Projects and Small Purchases now have same thresholds
- \$50,000 threshold on any new construction
- Effective July 1, 2009
- Quotes required for projects between \$50,000 and \$150,000.
  - Routine maintenance and repair projects
- Requirements for under \$50,000.
  - Subject to small purchasing policy requirements

6/1/2010

2

## SEA 401 Petition and Remonstrance Process for Local Debt

- Permits an owner of a mobile home or a manufactured home that is used as a principal place of residence and that is assessed as personal property within a political subdivision to participate in the petition and remonstrance process for the issuance of debt or execution of a lease on a controlled project by the political subdivision.

6/1/2010

3

## HEA 1083 Unclaimed Property

- Reduces from five years to three years the period after which the following property is considered abandoned for purposes of the state's unclaimed property act: (1) A demand, savings, or matured time deposit. (2) Property payable as a result of a demutualization, rehabilitation, or related reorganization of a mutual insurance company. (3) All other property not otherwise specified under the act. Makes a technical amendment to one provision of the unclaimed property act to reflect another provision of the unclaimed property act that specifies that the act does not apply to: (1) a business to business credit memorandum; or (2) gift certificates.

6/1/2010

4

---

---

---

---

---

---

---

---

## HEA 1086 Library Matters

- A Library district seeking an increase in its operating budget above the growth quotient and whose assessed valuation is not entirely contained within a city or town shall submit its proposed budget and property tax levy to the county fiscal body rather than to the city or town fiscal body, if more than fifty percent (50%) of the parcels of real property within the jurisdiction of the public library are located outside the city or town. **IC 6-11-17-29**

6/1/2010

5

---

---

---

---

---

---

---

---

## HEA 1086 Library Matters

- A library district that was established by a city or town and has more than 50% of the parcels of real property outside of the city or town shall seek approval for bonds and leases from the county fiscal body. Otherwise the library district will seek approval for leases and bonds from the city or town. However; a bond or lease for which a preliminary decision was made or has been approved by the city or town or county fiscal body before December 31, 2010 is exempted.  
**IC 6-1.1-17-20.5**

6/1/2010

6

---

---

---

---

---

---

---

---

## HEA 1086 Library Matters

- A library trustee for a Class I library must sit out four years (one full term) after serving four full terms (16 years). If a trustee was appointed to serve out a partial term and served less than half of that term (less than two years), the partial term will not be counted against the maximum 16 years. The exemption option for library districts with a population of less than 3,000 remains unchanged. **IC 36-12-2-8**

6/1/2010

7

---

---

---

---

---

---

---

---

## HEA 1086 Library Matters

Into effect on July 1, 2010:

- Library cards to non-resident educators and library staff
- Procedure for the dissolution of a library district
- Collection of amounts due by Collection Agency  
Removes the minimum amount that can be collected in this manner; it used to be \$10
- Electronic Funds Transfer (EFT) Payment of Claims

6/1/2010

8

---

---

---

---

---

---

---

---

## Official Bonds

IC 36-12-2-22

- Treasurer surety bond for the faithful performance of the treasurer's duty and for the accurate accounting of all money coming into the treasurer's custody.

6/1/2010

9

---

---

---

---

---

---

---

---

## Official Bonds

IC 36-12-2-22

- Written by an insurance company licensed to do business in Indiana;
- For the term of office of the treasurer;
- Amount determined by the library board;
- Paid for with the money from the library fund;
- Payable to the State of Indiana;
- Approved by the library board; and
- Deposited in the office of the recorder of the county in which the library district is located.

6/1/2010

10

---

---

---

---

---

---

---

---

## Purchase and Sale of Real Estate

IC 36-1-11

- When library negotiates a real estate purchase or sale, determine property taxes owed and who will pay
- Vendor outside State of Indiana rolls property tax into lease payment

6/1/2010

11

---

---

---

---

---

---

---

---

## HEA 1324 Disposal of Vacant Lots in Tax Sale Process

- \$1 sale when contiguous property
- Tax exemption

6/1/2010

12

---

---

---

---

---

---

---

---

### HEA 1205 PERF

- 13<sup>th</sup> check for PERF, TRF members, survivors and beneficiaries

6/1/2010

13

---

---

---

---

---

---

---

---

### HB 1336 New Type of Certificate of Deposit

- Allows designated depository to arrange deposit of funds in CD's in federally insured banks located anywhere in the United States.
- Full amount of principal and any accrued interest of each CD covered by insurance of any federal deposit insurance agency.

6/1/2010

14

---

---

---

---

---

---

---

---

### HB 1336 Public Deposit Not Placed in Depository with Highest Quote

- Place in depository quoting the second or third highest rate of interest
- Note the reason for placing the deposit on the memorandum of quotes

6/1/2010

15

---

---

---

---

---

---

---

---

### HB 1336 Public Deposit Not Place in Depository with Highest Quote

- By ordinance or resolution, allow to invest in certificate of deposit of depositories that have not been designated by local board of finance, but have been designated by the state board of finance as a depository for state deposits under IC 5-13-9.5
- Expires on a date that is not later than (2) years after date the ordinance or resolution adopted
- Allows for libraries to award to second and third highest quote.
- Note the reason for placing the deposit on the memorandum of quotes.

6/1/2010

16

---

---

---

---

---

---

---

---

### 1336 Other Matters

- Money Market Mutual Funds
  - 50% limitation removed
- Municipal Securities
  - Allows governmental units to invest in municipal securities
- Joint Investments
- Board for Depositories
- Five Star Mortgage Program

6/1/2010

17

---

---

---

---

---

---

---

---

### Daily Deposits IC 5-13-6-1

(Accounting Manual reference 9-6)

- Requires all public funds to be deposited not later than the business day following the receipt of funds on business days of depository
- Public funds shall be deposited in the same form in which they were received. This means all daily receipts received by the political subdivision must be deposited intact.

6/1/2010

18

---

---

---

---

---

---

---

---

### HEA 1059 Provisional Tax Statements

- Provisional tax bills required if the County auditor fails to deliver an abstract to the County treasurer before April 1
  - Failure to make results in recovery of interest
- Property Tax Collections – Advance Tax Draws

6/1/2010

19

---

---

---

---

---

---

---

---

### HEA 1116 Worker's Compensation

- Requirement of emergency medical care when necessary by attending health care physician

6/1/2010

20

---

---

---

---

---

---

---

---

### SEA 23 Employer Appeals Benefit Granted Employee

- An employer appeals an initial determination granting benefits
- Determination is reversed based on information the employer failed to provide to the Department of Workforce Development
- Employer's experience account shall be charged 50% of the benefits paid to the employee

6/1/2010

21

---

---

---

---

---

---

---

---

## HEA 1065 Employees and Firearms

- May bring firearms to work locked in the trunk, or glove compartment
- Must be locked in vehicle and out of sight

6/1/2010

22

---

---

---

---

---

---

---

---

## Other Matters

- LAR Report
- DLGF Indebtedness Report due March 1

6/1/2010

23

---

---

---

---

---

---

---

---

## Credits

- Charlie Pride
- State Board of Accounts
- [cpride@sboa.in.gov](mailto:cpride@sboa.in.gov)
- 1-317-232-2521

6/1/2010

24

---

---

---

---

---

---

---

---